

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
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Description: Administer a retirement plan mandatory for all eligible state and school district employees and for employees of political subdivisions which have elected to participate. Provide separation, disability, death, and survivor benefits. Administer the retiree medical insurance reserve of state and school district retirees from which group insurance monthly premium payments are made and administer the former Firemen's Retirement Fund Program for paid firemen.

FY 2006 Original Appropriation

3.00 FY 2006 Original Appropriation: HB 294, SB 1230

Dedicated	59.00	3,081,700	2,508,100	93,700	0	0	5,683,500
Total	59.00	3,081,700	2,508,100	93,700	0	0	5,683,500

Appropriation Adjustments

4.11 Reappropriation: This decision unit provides reappropriation authority for the final phase of the redesign of work flow and business processes in order to more effectively use current staff and available technology (includes implementing imaging system). This project was a three year phase plan.

Dedicated	0.00	0	2,181,300	18,700	0	0	2,200,000
Total	0.00	0	2,181,300	18,700	0	0	2,200,000

4.21 Surplus Eliminator: One-time salary increases provided to state employees per HB 395 or 396 are reflected here.

Dedicated	0.00	25,000	0	0	0	0	25,000
Total	0.00	25,000	0	0	0	0	25,000

4.38 Supplemental - Change in Employee Compensation: The Governor recommends a 3% ongoing change in employee compensation, based on merit, to commence with the January 29, 2006 pay period. This will allow agencies to enhance employee compensation prior to the end of the current fiscal year (10 pay periods). Funding for the ongoing costs through FY 2007 is provided in DU 10.61.

Dedicated	0.00	29,800	0	0	0	0	29,800
Total	0.00	29,800	0	0	0	0	29,800

FY 2006 Total Appropriation

Dedicated	59.00	3,136,500	4,689,400	112,400	0	0	7,938,300
Total	59.00	3,136,500	4,689,400	112,400	0	0	7,938,300

FY 2006 Estimated Expenditures

Dedicated	59.00	3,136,500	4,689,400	112,400	0	0	7,938,300
Total	59.00	3,136,500	4,689,400	112,400	0	0	7,938,300

Base Adjustments

8.41 Removal of One-Time Expenditures: Removal of one-time funding for the 27th payroll, 1% one-time salary increase provided in HB 395, replacement of personal computers in lieu of maintenance, laptops, servers, office furniture, a printer, and software upgrades.

Dedicated	0.00	(122,200)	(41,200)	(93,700)	0	0	(257,100)
Total	0.00	(122,200)	(41,200)	(93,700)	0	0	(257,100)

8.42 Removal of One-Time Expenditures: Remove funding for reappropriation into FY 2006.

Dedicated	0.00	0	(2,181,300)	(18,700)	0	0	(2,200,000)
Total	0.00	0	(2,181,300)	(18,700)	0	0	(2,200,000)

Public Employee Retirement System
Administration

	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
FY 2007 Base							
Dedicated	59.00	3,014,300	2,466,900	0	0	0	5,481,200
Total	59.00	3,014,300	2,466,900	0	0	0	5,481,200
Program Maintenance							
10.11 Change in Benefit Costs: Changes in benefit costs reflect a 3.5% increased cost of health insurance, which equates to \$250 per person.							
Dedicated	0.00	14,800	0	0	0	0	14,800
Total	0.00	14,800	0	0	0	0	14,800
10.18 Health and Life Insurance Premium Rebate: The change in health insurance providers, from Blue Shield to Blue Cross, has created a one-time opportunity to use unexpended reserves from the previous contract. This decision unit provides for a health and life insurance premium rebate equal to two months' premiums. The health insurance rebate is for both the employer and employee. The life insurance rebate is for the employer's share only.							
Dedicated	0.00	(74,700)	0	0	0	0	(74,700)
Total	0.00	(74,700)	0	0	0	0	(74,700)
10.21 General Inflation Adjustments: The Governor recommends an increase for inflation equivalent to 1.9% of non-medical Operating Expenditures and Trustee/Benefit Payments.							
Dedicated	0.00	0	44,400	0	0	0	44,400
Total	0.00	0	44,400	0	0	0	44,400
10.31 Replacement Items: Provide one-time funding for the replacement of outdated servers, CPU's, older printers, fax machines and office furniture. This decision unit will also provide funding for a software upgrade.							
Dedicated	0.00	0	15,000	94,900	0	0	109,900
Total	0.00	0	15,000	94,900	0	0	109,900
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.							
Dedicated	0.00	0	7,100	0	0	0	7,100
Total	0.00	0	7,100	0	0	0	7,100
10.45 Risk Management Fee Charge: The Office of Insurance Management reports adjustments to various cost categories based on agency claims patterns.							
Dedicated	0.00	0	(4,100)	0	0	0	(4,100)
Total	0.00	0	(4,100)	0	0	0	(4,100)
10.46 Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing by the Office of the State Controller are reflected here.							
Dedicated	0.00	0	3,500	0	0	0	3,500
Total	0.00	0	3,500	0	0	0	3,500
10.47 Treasurer's Fee Charge: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here.							
Dedicated	0.00	0	(4,200)	0	0	0	(4,200)
Total	0.00	0	(4,200)	0	0	0	(4,200)
10.61 Salary Multiplier: This decision unit provides funding for the additional 16 pay periods to annualize the 3% ongoing change in employee compensation that was provided in DU 4.38.							
Dedicated	0.00	47,200	0	0	0	0	47,200
Total	0.00	47,200	0	0	0	0	47,200

	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
10.62 Group and Temporary: This decision unit provides funding for the additional 16 pay periods to annualize the 3% ongoing change in employee compensation that was provided in DU 4.38.							
Dedicated	0.00	400	0	0	0	0	400
Total	0.00	400	0	0	0	0	400
FY 2007 Total Maintenance							
Dedicated	59.00	3,002,000	2,528,600	94,900	0	0	5,625,500
Total	59.00	3,002,000	2,528,600	94,900	0	0	5,625,500
Program Enhancements							
12.01 Convert Information Technology Functions From Con: Not Recommended. This decision unit transfers spending authority from Operating Expenditures to Personnel Costs to fund two (2) new FTPs that are currently contract employees.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
FY 2007 Gov's Recommendation							
Dedicated	59.00	3,002,000	2,528,600	94,900	0	0	5,625,500
Total	59.00	3,002,000	2,528,600	94,900	0	0	5,625,500

Public Employee Retirement System
Portfolio Investment

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
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Description: Analyze and control the investment of the Public Employee Retirement System (PERSI) trust funding to assure the optimal rate of return within specific risk tolerances.

FY 2006 Original Appropriation

3.00 FY 2006 Original Appropriation: HB 294, SB 1230

Dedicated	4.00	447,600	199,500	17,000	0	0	664,100
Total	4.00	447,600	199,500	17,000	0	0	664,100

Appropriation Adjustments

4.21 Surplus Eliminator: One-time salary increases provided to state employees per HB 395 or 396 are reflected here.

Dedicated	0.00	3,800	0	0	0	0	3,800
Total	0.00	3,800	0	0	0	0	3,800

4.38 Supplemental - Change in Employee Compensation: The Governor recommends a 3% ongoing change in employee compensation, based on merit, to commence with the January 29, 2006 pay period. This will allow agencies to enhance employee compensation prior to the end of the current fiscal year (10 pay periods). Funding for the ongoing costs through FY 2007 is provided in DU 10.61.

Dedicated	0.00	4,900	0	0	0	0	4,900
Total	0.00	4,900	0	0	0	0	4,900

FY 2006 Total Appropriation

Dedicated	4.00	456,300	199,500	17,000	0	0	672,800
Total	4.00	456,300	199,500	17,000	0	0	672,800

FY 2006 Estimated Expenditures

Dedicated	4.00	456,300	199,500	17,000	0	0	672,800
Total	4.00	456,300	199,500	17,000	0	0	672,800

Base Adjustments

8.41 Removal of One-Time Expenditures: Removal of one-time funding for the 27th payroll, 1% one-time salary increase provided in HB 395, and replacement of personal computers and a color printer.

Dedicated	0.00	(19,300)	0	(17,000)	0	0	(36,300)
Total	0.00	(19,300)	0	(17,000)	0	0	(36,300)

FY 2007 Base

Dedicated	4.00	437,000	199,500	0	0	0	636,500
Total	4.00	437,000	199,500	0	0	0	636,500

Program Maintenance

10.11 Change in Benefit Costs: Changes in benefit costs reflect a 3.5% increased cost of health insurance, which equates to \$250 per person.

Dedicated	0.00	1,000	0	0	0	0	1,000
Total	0.00	1,000	0	0	0	0	1,000

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
10.18 Health and Life Insurance Premium Rebate: The change in health insurance providers, from Blue Shield to Blue Cross, has created a one-time opportunity to use unexpended reserves from the previous contract. This decision unit provides for a health and life insurance premium rebate equal to two months' premiums. The health insurance rebate is for both the employer and employee. The life insurance rebate is for the employer's share only.							
Dedicated	0.00	(9,100)	0	0	0	0	(9,100)
Total	0.00	(9,100)	0	0	0	0	(9,100)
10.21 General Inflation Adjustments: The Governor recommends an increase for inflation equivalent to 1.9% of non-medical Operating Expenditures and Trustee/Benefit Payments.							
Dedicated	0.00	0	3,800	0	0	0	3,800
Total	0.00	0	3,800	0	0	0	3,800
10.31 Replacement Items: Provide one-time funding for the replacement of older printers and obsolete CPU's.							
Dedicated	0.00	0	0	15,000	0	0	15,000
Total	0.00	0	0	15,000	0	0	15,000
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.							
Dedicated	0.00	0	2,400	0	0	0	2,400
Total	0.00	0	2,400	0	0	0	2,400
10.61 Salary Multiplier: This decision unit provides funding for the additional 16 pay periods to annualize the 3% ongoing change in employee compensation that was provided in DU 4.38.							
Dedicated	0.00	7,400	0	0	0	0	7,400
Total	0.00	7,400	0	0	0	0	7,400
10.62 Group and Temporary: This decision unit provides funding for the additional 16 pay periods to annualize the 3% ongoing change in employee compensation that was provided in DU 4.38.							
Dedicated	0.00	400	0	0	0	0	400
Total	0.00	400	0	0	0	0	400
FY 2007 Total Maintenance							
Dedicated	4.00	436,700	205,700	15,000	0	0	657,400
Total	4.00	436,700	205,700	15,000	0	0	657,400
Program Enhancements							
12.01 Portfolio Management Expense Increases: Provide additional appropriation in order to address possible contingencies that could occur in managing the portfolio. Personnel Costs and Operating Expenditures have continued to grow over the past 10 years, including increases in travel expenses needed to monitor PERSI's portfolio. In addition, this decision unit will provide additional funds for salary equity for the Investment Officer and maintain sufficient group position emergency funding.							
Dedicated	0.00	35,000	50,000	0	0	0	85,000
Total	0.00	35,000	50,000	0	0	0	85,000
FY 2007 Gov's Recommendation							
Dedicated	4.00	471,700	255,700	15,000	0	0	742,400
Total	4.00	471,700	255,700	15,000	0	0	742,400